

TENNESSEE GENERAL ASSEMBLY  
FISCAL REVIEW COMMITTEE



**CORRECTED FISCAL  
MEMORANDUM**

**SB 2410 – HB 2333**

March 17, 2014

**SUMMARY OF ORIGINAL BILL:** Requires the Comptroller of the Treasury (COT) to audit the funding, both private and public, for the implementation of Common Core state standards and all components of the Partnership for Assessment of Readiness for College and Careers (PARCC). Requires COT to audit the funding received by the state from the federal government under Race to the Top. Requires the Department of Education (DOE) and the state Board of Education (SBE) to collaborate and cooperate with COT and assist in the audits. Requires COT to report to the Education Committees of the House and Senate by July 1, 2015.

**CORRECTED FISCAL IMPACT OF ORIGINAL BILL:**

Increase State Expenditures - \$386,400/One-Time

**SUMMARY OF AMENDMENT (013616):** Changes the required reporting date from July 1, 2015 to January 1, 2015 and changes the effective date to July 1, 2014.

**FISCAL IMPACT OF BILL WITH PROPOSED AMENDMENT:**

On March 9, 2014 a fiscal memorandum was issued estimating the fiscal impact as follows:

*Unchanged from the original fiscal note*

Due to incomplete information, this fiscal impact was in error. Based on additional information provided by the Comptroller of the Treasury, the fiscal impact is:

**(CORRECTED)**

**Increase State Expenditures - \$579,600/One-Time**

Assumptions for the bill as amended:

- According to DOE and SBE, the provisions of the bill as amended will not fiscally impact the department or agency.

- COT will require the addition of three temporary contract employees for the Office of Research and Education Accountability (OREA) which will result in a one-time increase in state expenditures of \$225,000 (\$75,000 salary and benefits x 3 positions).
- COT will require the addition of three temporary contract employees for the Division of State Audit (DSA) which will result in a one-time increase in state expenditures of \$300,000 (\$100,000 salary and benefits x 3 positions).
- According to COT, travel expenses will be incurred as work will be conducted at various locations around the state, such travel expenses are estimated to be approximately \$45,000.
- COT will require a computer and office equipment for each contract employee, which will result in a one-time increase in state expenditures of \$9,600 (\$1,600 per employee x 6 employees).
- The total one-time increase in state expenditures will be \$579,600 (\$225,000 + \$300,000 + \$45,000 + \$9,600).

**CERTIFICATION:**

The information contained herein is true and correct to the best of my knowledge.



Lucian D. Geise, Executive Director

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